

DEPARTMENT OF NATURAL RESOURCES DIVISION OF OIL, GAS AND MINING

1594 West North Temple, Suite 1210

Salt Lake City, Utah 84114-5801

Michael O. Leavitt Box 145801 Governor

Ted Stewart **Executive Director** 

(801) 538-5291 James W. Carter 801-359-3940 (Fax) Division Director 801-538-5319 (TDD)

FACSIMILE COVER SHEET

<b>DATE</b> :	Dec 10,1996
NUMBER C	F PAGES INCLUDING THIS COVER SHEET: 7
TO:	Pat Gochnoux Summo
	Summo
FAX NUMB	ER: (303) 721-9298
FROM:	Tony Gallegas / Joelle
	Minerals Reclamation and Development Program
PHONE: FAX:	(801) 538-5291 (801) 359-3940
SUBJECT:	Letter Rated 12-296 - San Juan County Commission For Rated 12-4-96 + names "Owners of Resert"
	DISCUSSED ON THE PHONE TODAY WITH TOUS CHLEGOS.
	DISCUSSED ON THE PHONE TODAY WITH TOUT CHLEGOS.

Should you encounter any problems with this copy, or do not receive all the pages, please call

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DEC-10-96 TUE 01:58 PM

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m/037/088

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PHONE:	(801) 538-5291	



# State of Utah DEPARTMENT OF NATURAL RESOURCES DIVISION OF OIL, GAS AND MINING

M/037/088

Michael O. Leavitt Governor Ted Stewart Executive Director James W. Carter Division Director 1594 West North Temple, Suite 1210 Box 145801 Salt Lake City, Utah 84114-5801

801-359-3940 (Fax) 801-538-5319 (TDD)

### FACSIMILE COVER SHEET

DATE:	DEC. 4, 1996
NUMBER O	OF PAGES INCLUDING THIS COVER SHEET:
TO:	PAT GOCHNOUR
	PHONE (3013) 770-7580
FAX NUMB	er: (303) 721-9298
FROM:	TONY GALLEGOS PHONE (801) 538-5267
	Minerals Reclamation and Development Program
PHONE: FAX:	(801) 538-5291 (801) 359-3940
SUBJECT:	M/037/088 SUMMO USA CORP LISBON VALLEY COPPER
REMARKS:	TWO LETTERS TO THE "OWNERS OF RECORD" HAVE BEEN
	RETURNED TO THE DIVISION UNOFFIED. AS DISCUSSED
	IN OUR PHONE CONVERSATION TODAY, THEY ARE (1) TINTIC
	URANIUM, IIII WALKER CEMER, SALT FAKE CITY, UT SHIII
	AND (2) CAROLE L. STEELE, 611 FENINDRE STREET, WINGTON-SALEM, NORTH CAROLINA, Z7103.
	WINDION- DALFIN, NOKITI CARUNA, E FIUD.
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### CERTIFICATE OF MAILING

I hereby certify that I caused a true and correct copy of the foregoing Notice of Tentative Approval for Summo USA Corporation's Lisbon Valley project to be mailed by first class mail, postage prepaid, the 7th day of November, 1996 to:

FACSIMILE to: Salt Lake Tribune Legal Advertising P.O. Box 867 Salt Lake City, Utah 84110-0867

FACSIMILE to: The Times-Independent P.O. Box 129 Moab, Utah 84532-0129

FACSIMILE to: San Juan Record Legal Advertising P.O. Box 879 Monticello, Utah 84535-0879

Robert Prescott Summo USA Corporation P.O. Box 847 Moab, Utah 84532

Brad Palmer Bureau of Land Management Moab District Office 82 East Dogwood Avenue Moab, Utah 84532

Will Stokes School and Institutional Trust Lands 675 East 500 South Suite 500 Salt Lake City, Utah 84102

Steve & Mary Lou Kosanke P.O. Box 8164 Hualapai, Arizona 86412

Raymond Kunkel Lisbon Copper Ltd. 6503 South 1090 West Murray, Utah 84123 Tintic Uranium 1111 Walker Center Salt Lake City, Utah 84111

J.F. and Joyce L. Costanza 484 Sundial Moab, Utah 84532

Boyd C. Brinton 677 Holiday Drive Brigham City, Utah 84302

Suzanne Brinton Strong 1039 Vista View Salt Lake City, Utah 84108

Marva K. Loebe 2 Lakeside Drive Salem, South Carolina 29676

Carole L. Steele 611 Fenimore Street Winston-Salem, North Carolina 27103

Joelle Burns

a:M037088.pub

# SURETY CALCULATION ISSUES REQUIRING ADDITIONAL CLARIFICATION SUMMO - LISBON VALLEY COPPER PROJECT M/037/088 12/10/96 - PAGE ONE

The following is a list of bond calculation issues discussed over the phone with Pat Gochnour on this date. All comments refer to the reclamation cost estimate provided by Summo which was prepared by The Winters Co., Tucson Arizona, dated 18-Nov-96. Please note that this list is not intended to be all inclusive in regard to the surety calculation issues to be resolved.

### PAGE ONE OF THE ESTIMATE

Lines, 3, 10, 17, and 24. Acreage figures shown in the description column differ from the acreage figures shown in the quantity "QTY" column. This may be due to an increase in area associated with regrading to a lesser slope angle. Please explain.

Line 31, Leach Pad-276 acres. The acreage in the description column for the leach pad (276 acres) differs from the acreage shown in the quantity column (265). Please explain.

# PAGE TWO OF THE ESTIMATE

Line 15, Haul Roads-40 acres. The acreage figure for Haul Roads under the description column (40 acres) differs from the acreage in the table on the reclamation treatments map (33 acres). Please explain.

Line 42, Surface Drainage Diversion Ditches. What do the items listed under this heading represent? Diversion ditches are constructed during operations and proposed to remain after final reclamation. Do these line items represent regrading and revegetation of the diversion ditches?

Line 22, Power Line-64 acres. Reclamation of the powerline corridor was described as being performed during the installation of the powerline. Also, the powerline was included as an item which was proposed to remain after final reclamation. A variance allowing the powerline to remain after reclamation would allow the elimination of this line item from the Division's reclamation surety requirement.

## PAGE THREE OF THE ESTIMATE

- Line 21, Plant Dismantling. Does this line item cover dismantling and removal of structures and debris or does this represent dismantling and onsite burial only?
- Line 24, Contractor Gross Receipts Tax. Please explain what this line item represents.
- Line 26, Engineering. Please explain the tasks which are included in this line item.
- Line 28, Owner's Cost. Please explain the tasks or contingencies which are included in this line item.

# SURETY CALCULATION ISSUES REQUIRING ADDITIONAL CLARIFICATION SUMMO - LISBON VALLEY COPPER PROJECT M/037/088 12/10/96 - PAGE TWO

### PAGE TITLED "ESTIMATED AREA CALCULATIONS"

A topsoil stockpile located on the north east edge of the leach pad may be missing on this drawing. A topsoil stockpile(?) or some other type of feature is shown in this location on the Reclamation Treatment Map. Please explain what this feature is. Please explain the three square areas labeled A, B, and C, shown immediately adjacent to the northeast corner of the leach pad in the Estimated Area Calculations drawing.

# ITEMS NOT INCLUDED IN THE SURETY ESTIMATE

A line item for monitoring of revegetation success or water quality for a time period of three years is typically required by the Division. Please include such an item or explain where this may have been included in the estimate.

summo-bi.mem